



State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA
Division Director

Inspection Report Minerals Regulatory Program

October 12, 2005

Supervisor A

Permit number: M230071

Time: 1:30PM-2:30PM

Weather: Sunny

Inspection Date: Oct. 11, 2005

Mine Name: Hi-Cal 1 Operator Name: Robert Steele 1055 North 400 Fast

1055 North 400 East Nephi, Utah 84648

Inspector(s): Tom Munson, Doug Jensen
Other Participants: Robert Steele

Other Participants: Robert Steele Mine Status: Active

	Elements of Inspection	Evaluated	Comment	Enforcement
1.	Permits, Revisions, Transfer, Bonds	\bowtie		
2.	Public Safety (shafts, adits, trash, signs, highwalls)			
3.	Protection of Drainages / Erosion Control			
4.	Deleterious Material			
5.	Roads (maintenance, surfacing, dust control, safety)			
6.	Concurrent Reclamation			
7.	Backfilling/Grading (trenches, pits, roads,	\square		
	highwalls, shafts, drill holes)	\boxtimes		ш
8.	Water Impoundments			
9.	Soils			
10	. Revegetation			
11	. Air Quality			
12	. Other			

Purpose of Inspection:

The purpose of this inspection was at the request of the operator that an engineer, namely Doug Jensen, visit the site and determine if there was any legitimate reason to lower the bond from the calculated amount of \$28,000. The Division currently holds \$20,000 dollars. The operator has regraded a highwall and asked if this could lower the bond costs.

Directions to Site:

The site is about 15 miles west of Nephi, Utah.

Inspection Summary:

The operator was concerned that the bond costs were way too high and that he was not willing to come up with the additional money calculated by the Division. Mr. Jensen explained that those costs were based on his plan as submitted and, therefore, if the plan had changed he needed to submit an amendment. Mr. Munson GPS'ed the highwall area and will send the GPS'ed map to Mr. Steele. It is up to Mr. Steele to apply for the reduction in bond and change his plan.

The highwall area had been seeded but was doing extremely poorly with June grass and tumbleweed as the only observed plants. We recommended that he reseed this area, but Mr. Steele stated that he



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was not going to do this. The inspection ended after we discussed his future plans which was to include an area to the south that had been partially disturbed one month ago. He stated this area was disturbed by mistake by the contract miners. He has not marked his area with fence posts and could be subject to a violation if he extends his disturbance beyond 8 acres.

Conclusions and Recommendations:

The Division recommends he reseed the highwall area and roughen the area this fall. The Division also recommends he submit an amendment to his plan or bond the plan as approved.

Inspector's Signature

Date: 10/12/2005

tm:jb

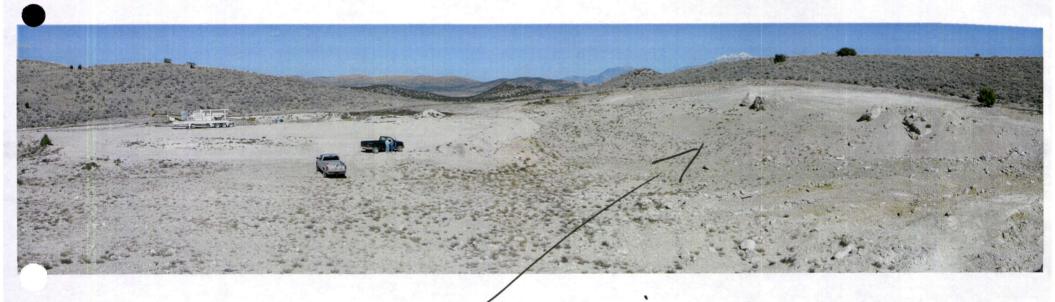
cc: Robert Steele, Operator

Jerry Mansfield, BLM, Fillmore

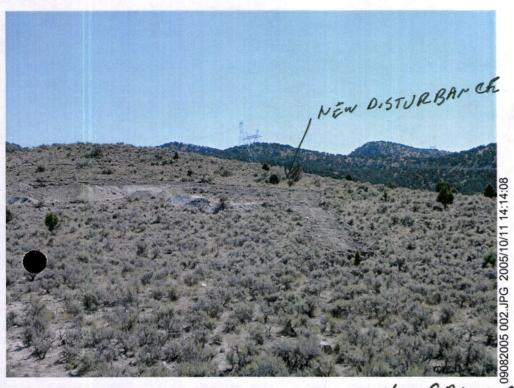
Attachment: GPS & Photos

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Hi-CAL M023071 10/11/05

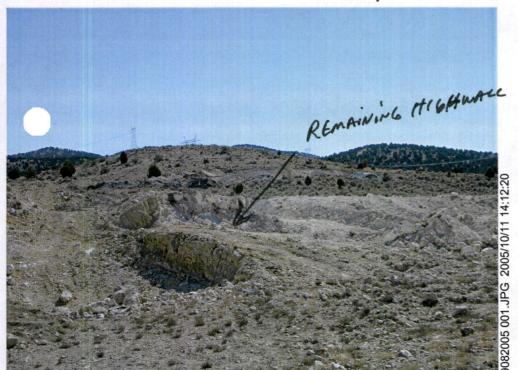


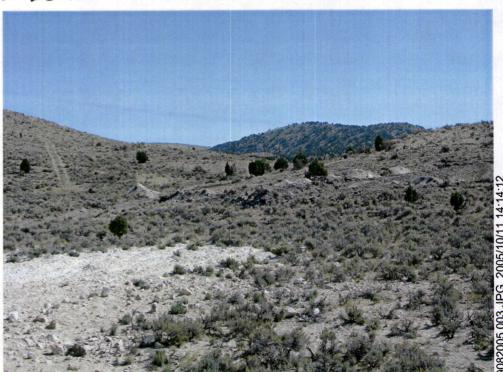
RÉGRADED HIGHWALL





H1. CAL M023071



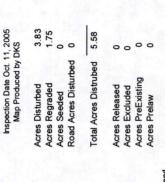


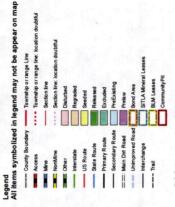
Hi-CAC M 023/07/

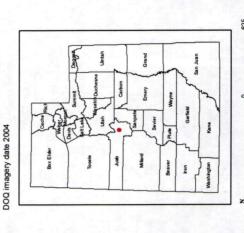


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Mine Number: M0230071 Mine Name: Hical 1 Township 13 S Range 02 W Section 24 SLBM









Feet 1:7,500 1 inch equals 625 feet Verify Scale